

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 7872

BILL NUMBER: HB 1988

DATE PREPARED: Jan 8, 2001

BILL AMENDED:

SUBJECT: Tax credit for political contributions.

FISCAL ANALYST: Chris Baker

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FUNDS AFFECTED: ☒ **GENERAL**
☒ **DEDICATED**
☐ **FEDERAL**

IMPACT: State

Summary of Legislation: This bill allows a credit against state tax liability for 50% of contributions made during a taxable year to certain political committees in aid of: (1) the election or defeat of a candidate for a federal, state, legislative, local, or school board office that will appear on the ballot in Indiana; or (2) the success or defeat of a political party or a public question submitted to a vote in an election. The bill provides that the amount of the credit for any taxable year may not exceed \$250. This bill also provides that a contribution is not eligible for the credit if made in violation of any law governing political contributions.

Effective Date: January 1, 2001 (retroactive).

Explanation of State Expenditures: This bill would have a significant impact to both State expenditures and revenues. The impact is currently indeterminable. This impact statement will be revised as more information becomes available.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Department of Revenue.

Local Agencies Affected:

Information Sources: